

UNCLASSIFIED

WEEKLY DIARY ITEMS - LBESP

1 October Thru 7 October 59

(U) Contracts with Douglas Aircraft Company, Inc.

1. Systems Engineering and Technical Direction under Letter Contract AF 04(647)-481 has been delayed awaiting preparation of the DD 254, Security Requirements Check List, nevertheless, the Letter Contract will be forwarded to the Contractor for execution on 8 October 1959.

2. Contract No. AF 04(645)-65 - Supplemental Agreement No. 52 was forwarded to the Contractor for execution on 7 October 1959. Change Order No. 54 adding \$13 million to the contract should be forwarded to the Contractor on 8 October 1959.

3. Negotiations with Douglas Aircraft Company involving some 17 CCH's were completed on 5 October 1959. These CCH's will be incorporated into Contract AF 04(645)-65 by Supplemental Agreement No. 53 and will increase the estimated cost and fixed fee of the Contract by some \$179,000 and \$12,000, respectively. Twelve CCH's were negotiated without change in the contractual costs and one CCH was negotiated with a decrease of \$42,000.

(U) Yardney Electric Corporation - AF 04(647)-236

Yardney Electric Corporation will meet with BMD/BMC on 8 October 1959 to discuss the return of Yardney batteries requiring modification. Inquiries to the field reveal that a total of 13 batteries will require modification. Yardney has expressed agreement to modify these batteries at no cost to the Government if the Government is willing to pay transportation charges to and from Yardney at New York. BMC's position is that the Government should not incur any costs incident to this modification since the batteries do not satisfy the contract specification.

(U) AF 04(647)-451 - Titan Missile Display

Exceptions taken by The Martin Company to the proposed contract have been resolved and the executed document will be sent to final review on 9 October 1959. Distribution of this contract will be accomplished on or about 16 October 1959.

(U) AF 04(647)-164 - Long Range R&D Valve Program

Aerojet-General Corporation has requested an overrun of \$60,866.00 and an extension of the delivery date to 31 January 1960. BMD has advised that the overrun will not be funded nor the delivery schedule extended. Therefore, BMC has notified Aerojet to tailor their development program in such a manner that all funds remaining under the contract may be used to the best advantage in testing the pressure switch in its current state of development and preparing a Final Technical Documentary Report. Aerojet will deliver the hardware which they have developed under the contract to Edwards Air Force Base.

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